

February 10, 2010

ITEM NO. A1

**AUTHORIZATION TO EXERCISE ONE YEAR EXTENSION OPTION WITH ACE
COFFEE BAR, INC. FOR THE SUPPLY AND MAINTENANCE OF VENDING MACHINES
AT CHA DEVELOPMENTS**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to exercise the one year extension option with ACE Coffee Bar, Inc. for the supply and maintenance of vending machines at CHA Developments.

FUNDING

N/A

RECOMMENDATION SUMMARY

Vendor: ACE Coffee Bar, Inc.
601 E Lake Street
Streamwood, IL 60107

Contract Type: Revenue Sharing
(Original) Contract Period: Two (2) years
Option Period: One (1) year

M/W/DBE Participation

Direct 20% MBE ___ %WBE ___ %DBE
Indirect ___ %MBE ___ %WBE ___ %DBE
Waiver ___ Yes/No

Section 3:

___ (#) Hiring ___ (\$) Subcontracting 1.5% (\$) Other Economic Opportunities

EXPLANATION

ACE Coffee Bar, Inc. ("ACE") was awarded a contract to install, supply and maintain vending machine facilities and services at fifty-nine (59) CHA locations for a base period of two (2) years. The vending machines offer soft drinks and snacks at competitive vending machine prices. The current contract will expire on March 16, 2010. This authorization to exercise the extension option would continue the revenue sharing agreement with ACE and allow CHA residents to utilize the convenience of the vending machines close to their places of residence.

Based on the foregoing, it is in the best interest of the CHA that the Board of Commissioners authorizes the Chief Executive Officer or his designee to extend contracts with ACE Coffee Bar, Inc. for the supply and maintenance of vending machines at CHA Developments for the one (1) year option period.

RESOLUTION NO. 2010-CHA-8

WHEREAS, The Board of Commissioners of the Chicago Housing Authority has reviewed the Board Letter dated February 10, 2010, entitled “Recommendation to Exercise the One Year Extension Option with ACE Coffee Bar, Inc. for the Supply and Maintenance of Vending Machines at CHA Developments”;

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT, the Board of Commissioners hereby authorizes the Chief Executive Officer or his designee to exercise the one year extension option with ACE Coffee Bar, Inc. for the supply and maintenance of vending machines at CHA developments.

